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FORT WAYNE MARKET NEWS

United States Department of Agriculture
Consumer and Marketing Service
Dairy Division

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742-7401

Federal Order No. 47

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. IX No. 3

March 1965

FEBRUARY UNIFORM PRICE \$4.07

Dairy farmers who delivered Grade "A" milk to handlers subject to the Fort Wayne milk order in February 1965, will receive a minimum uniform price of \$4.07 per hundredweight for milk testing 3.5%. A butterfat differential of 6.9 cents for each one tenth of one percent that individual tests vary above or below the 3.5% standard will be used. This minimum price is subject to a 4 cent per hundredweight marketing service deduction and authorized hauling charges. The computation of the minimum blend price is shown on page 5 and the class prices on page 4.

The \$4.07 price for February 1965, is 1 cent below the January 1965 price, but 5 cents above the February 1964 price.

ESTIMATED PERCENTAGES IN EACH CLASS

In accordance with §1047.22(1) the Market Administrator announced the following estimated utilization percentages for February 1965 on March 10, 1965.

	<u>Skim Milk</u>	<u>Butterfat</u>
Class I	72%	63%
Class II	28%	37%

PRODUCER RECEIPTS AND UTILIZATION

Approved producers shipped 22,397,834 pounds of milk to the Fort Wayne market during February 1965, of which 16,118,622 pounds or 72% was utilized in Class I by 15 pool handlers. Production was down 10.1% from January 1965. Class I utilization of producer milk was down 8.9% from January 1965.

MARCH CLASS I PRICE \$4.40

The February basic formula price of \$3.22 (Wisconsin-Minnesota Series) was increased by the standard differential of \$1.20 and reduced by a \$0.02 supply-demand adjustment to establish the Fort Wayne Class I price for March. This price of \$4.40 is 5 cents under the February Class I price.

"SOUTH BEND" ORDER AMENDED EFFECTIVE APRIL 1, 1965

The USDA has announced that the Federal milk marketing order for South Bend-LaPorte-Elkhart, Indiana will be amended and expanded as of April 1, 1965. The amended order will be designated as the Northwestern Indiana order and the expanded area will include the following Indiana counties: Kosciusko, Lake, Marshall, Porter, Starke, Elkhart, LaPorte and St. Joseph. The amended order will eliminate the special class pricing for cottage cheese and place all milk used for manufacturing in Class II at the level of the Minnesota-Wisconsin price series.

FORT WAYNE MILK MARKET NEWS

UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

<u>CLASS I MILK</u>	February 1965 Reported		February 1964 Reported	
	<u>Milk Pounds</u>	<u>BF Pounds</u>	<u>Milk Pounds</u>	<u>BF Pounds</u>
Fluid Milk	13,615,537	474,893	13,078,501	461,084
Regular Skim Milk	240,317	1,004	261,166	1,228
2% Skim Milk	1,664,959	33,483	1,466,091	30,857
Buttermilk	116,182	1,609	111,104	1,016
Flavored Milk/Drink	625,020	19,177	644,111	18,237
Cream Mixtures	187,262	22,509	195,387	23,885
Light Cream	4,466	904	9,082	1,888
Heavy Cream	16,367	5,786	17,100	6,010
Sour Cream	31,569	5,903	25,979	4,816
Sub Totals	16,501,679	565,268	15,808,521	549,021
Plus Unaccounted For	7,071	3,046	16,373	3,318
Gross Total Class I Milk	16,508,750	568,314	15,824,894	552,339
Less Other Source Receipts	390,128	16,977	262,568	12,878
Less Overages	-0-	-0-	-0-	-0-
Less Beginning Inventory	-0-	-0-	119,647	-0-
<u>CLASS I PRODUCER MILK IN POOL</u>	<u>16,118,622</u>	<u>551,337</u>	<u>15,442,679</u>	<u>539,461</u>
<u>CLASS II MILK</u>				
Class II Production	1,076,647	23,845	1,610,576	33,272
Sales to Nonpool Plants	4,929,865	286,685	4,434,587	253,493
Ending Inventory	2,190,179	91,822	1,274,699	55,168
Dumped or Livestock Feed	67,369	851	66,377	526
Class II Shrinkage	201,408	12,291	125,217	9,635
Gross Total Class II Milk	8,465,468	415,494	7,511,456	352,094
Less Other Source Receipts	24,595	690	17,189	502
Less Overages	4,846	-0-	2,095	704
Less Beginning Inventory	2,156,815	89,872	1,521,489	67,350
<u>CLASS II PRODUCER MILK IN POOL</u>	<u>6,279,212</u>	<u>324,932</u>	<u>5,970,683</u>	<u>283,538</u>
<u>TOTAL PRODUCER MILK IN BOTH CLASSES</u>	<u>22,397,834</u>	<u>876,269</u>	<u>21,413,362</u>	<u>822,999</u>

MISCELLANEOUS INFORMATION

	February 1965	February 1964	February 1963
Daily Class I Milk (Lbs.)	589,598	545,686	501,587
Current Month Compared With:		+ 8.0%	+ 17.5%
Producer Milk (Lbs.) per Farm per Day	881	837	735
Current Month Compared With:		5.3%	+ 19.9%
Gross Class I Milk to Producer Milk	73.7%	73.9%	80.7%
Pool Value of Producer Milk	\$976,222	\$912,635	\$755,500
Value of Producer Milk per Farm	\$ 1,075	\$ 1,035	\$ 893
Butter-Skim Powder Price	\$ 3.03	\$ 3.03	\$ 3.00
Wisconsin-Minnesota Series	\$ 3.22	\$ 3.16	\$ 3.10

RECEIPTS AND CLASSIFICATION OF PRODUCER MILK
(By Months and Monthly Averages)

Month or Year	CLASS I			CLASS II			PRODUCER RECEIPTS (100%)		
	Product Pounds	Per- cent Test	Ave. Test	Product Pounds	Per- cent Test	Ave. Test	Product Pounds	Ave. Test	No. of Producers
1959	5,400,857	61.9	3.65	3,327,343	38.1	4.00	8,728,200	3.74	821
1960	5,906,158	63.3	3.63	3,420,711	36.7	4.10	9,326,869	3.80	817
1961	9,890,439	71.4	3.57	3,953,396	28.6	4.19	13,843,835	3.75	893
1962	12,733,372	78.4	3.52	3,504,536	21.6	4.75	16,237,908	3.77	810
<u>1963</u>									
Jan.	14,402,111	74.7	3.48	4,889,705	25.3	5.48	19,291,816	3.98	856
Feb.	13,757,097	79.0	3.47	3,650,931	21.0	5.69	17,408,028	3.93	846
Mar.	15,839,650	80.5	3.51	3,840,601	19.5	5.30	19,680,251	3.86	854
Apr.	15,186,201	75.6	3.50	4,897,648	24.4	4.52	20,083,849	3.75	863
May	15,156,334	65.8	3.51	7,870,710	34.2	3.80	23,027,044	3.61	872
Jun.	12,819,856	61.0	3.51	8,208,776	39.0	3.56	21,028,632	3.53	867
Jul.	13,744,763	68.1	3.45	6,427,697	31.9	3.67	20,172,460	3.52	881
Aug.	14,344,322	74.6	3.51	4,881,413	25.4	3.68	19,225,735	3.55	890
Sep.	14,360,070	78.8	3.47	3,863,174	21.2	4.27	18,223,244	3.64	896
Oct.	15,696,736	81.7	3.44	3,527,183	18.3	5.03	19,223,919	3.73	883
Nov.	15,472,742	79.2	3.50	4,073,713	20.8	5.20	19,546,455	3.86	891
Dec.	15,628,927	75.1	3.49	5,178,732	24.9	5.33	20,807,659	3.95	870
Ave.	14,700,734	74.2	3.49	5,109,190	25.8	4.63	19,809,924	3.74	872
<u>1964</u>									
Jan.	16,406,859	75.1	3.42	5,441,486	24.9	5.34	21,848,345	3.90	863
Feb.	15,442,679	72.1	3.49	5,970,683	27.9	4.75	21,413,362	3.84	882
Mar.	15,769,201	68.8	3.45	7,168,352	31.2	4.67	22,937,553	3.83	867
Apr.	15,838,904	70.5	3.41	6,632,746	29.5	4.59	22,471,650	3.76	855
May	15,539,551	62.8	3.42	9,202,673	37.2	3.94	24,742,224	3.61	851
Jun.	14,766,835	64.2	3.40	8,242,395	35.8	3.76	23,009,230	3.53	860
Jul.	14,967,752	67.9	3.40	7,077,104	32.1	3.69	22,044,856	3.49	882
Aug.	15,651,115	75.1	3.40	5,177,739	24.9	3.89	20,828,854	3.52	936
Sep.	16,360,528	83.5	3.43	3,237,440	16.5	4.62	19,597,968	3.62	840
Oct.	17,958,109	87.0	3.44	2,659,921	13.0	6.19	20,618,030	3.80	912
Nov.	16,366,133	78.0	3.45	4,604,051	22.0	5.45	20,970,184	3.89	900
Dec.	17,036,142	75.4	3.49	5,571,305	24.6	5.51	22,607,447	3.99	864
Ave.	16,008,651	73.0	3.43	5,915,491	27.0	4.70	21,924,142	3.73	876
<u>1965</u>									
Jan.	17,697,606	71.0	3.44	7,227,000	29.0	5.18	24,924,606	3.94	909
Feb.	16,118,622	72.0	3.42	6,279,212	28.0	5.17	22,397,834	3.91	908

FORT WAYNE MILK MARKET NEWS

ORDER NO. 47 PRICES - 3.5% BASIS

(By Months and Monthly Averages)

Month or Year	Basic Formula Price	CLASS I		CLASS II		UNIFORM	BUTTERFAT DIFFERENTIALS		
		Differ- ential	Supply Demand	Milk Price	Milk Price	Milk Price	Class I	Class II	Producer
1959	3.002	1.16	+0.10	4.264	3.002	3.84	.077	.069	.069
1960	3.046	1.16	+0.12	4.325	3.046	3.88	.077	.068	.068
1961	3.16	1.18	---	4.34	3.16	4.00	.077	.070	.073
1962	3.11	1.20	---	4.31	3.07	4.04	.073	.068	.072
<u>1963</u>									
Jan.	3.11	1.20	---	4.31	3.10	3.99	.072	.067	.070
Feb.	3.10	1.20	---	4.30	3.10	4.04	.072	.067	.070
Mar.	3.10	1.20	---	4.30	3.09	4.05	.072	.067	.071
Apr.	3.09	1.20	---	4.29	3.08	3.64*	.072	.067	.071
May	3.08	1.20	---	4.28	3.07	3.52*	.072	.067	.070
Jun.	3.07	1.20	---	4.27	3.08	3.46*	.072	.067	.070
Jul.	3.08	1.20	---	4.28	3.09	3.91	.072	.067	.070
Aug.	3.09	1.20	---	4.29	3.10	4.00	.072	.067	.071
Sep.	3.10	1.20	---	4.30	3.12	4.46*	.072	.069	.071
Oct.	3.12	1.20	---	4.32	3.14	4.47*	.075	.067	.073
Nov.	3.15	1.20	---	4.35	3.13	4.47*	.073	.067	.071
Dec.	3.16	1.20	---	4.36	3.13	4.03	.073	.067	.071
Ave.	3.10	1.20	---	4.30	3.10	4.00	.072	.067	.071
<u>1964</u>									
Jan.	3.16	1.20	---	4.36	3.13	4.04	.073	.067	.071
Feb.	3.17	1.20	---	4.37	3.13	4.02	.072	.067	.070
Mar.	3.16	1.20	---	4.36	3.13	3.96	.072	.067	.070
Apr.	3.15	1.20	---	4.35	3.12	3.63*	.072	.067	.070
May	3.12	1.20	---	4.32	3.12	3.52*	.072	.067	.070
Jun.	3.12	1.20	---	4.32	3.11	3.54*	.072	.067	.070
Jul.	3.11	1.20	---	4.31	3.12	3.93	.072	.067	.070
Aug.	3.12	1.20	---	4.32	3.15	4.03	.072	.068	.071
Sep.	3.15	1.20	---	4.35	3.24	4.59*	.074	.071	.073
Oct.	3.24	1.20	---	4.44	3.23	4.67*	.077	.070	.076
Nov.	3.27	1.20	---	4.47	3.29	4.59*	.076	.072	.075
Dec.	3.29	1.20	---	4.49	3.18	4.12	.078	.068	.075
Ave.	3.17	1.20	---	4.37	3.16	4.05	.074	.068	.072
<u>1965</u>									
Jan.	3.29	1.20	.00	4.49	3.13	4.08	.071	.067	.069
Feb.	3.25	1.20	.00	4.45	3.13	4.07	.070	.067	.069
Mar.	3.22	1.20	-.02	4.40			.070		

* "Louisville" plan in effect.

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

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Consumer & Marketing Service
Dairy Division
Federal Order No. 47

1122 South Harrison Street
Fort Wayne, Indiana 46802
Phone: 742 - 7401

COMPUTATION OF WEIGHTED AVERAGE OR UNIFORM PRICE

(Based on reports of 15 Handlers)
February 1965

	<u>Milk Pounds</u>	<u>Average Test</u>	<u>Class Prices At Test</u>	<u>Total Value</u>	<u>% of Pounds</u>
Class I Producer Milk	16,118,622	3.4205	\$4.39435	\$708,308.34	71.97
Class II Producer Milk	6,279,212	5.1747	4.25207	266,996.25	28.03
Total Producer Milk	22,397,834			\$975,304.59	100.00
Other Source Milk Priced Cl I	18,986			879.52	
Total	22,416,820			\$976,184.11	
Add: Value of Overage				38.04	
Total Pool Value				\$976,222.15	
Less: Butterfat Adjustment to 3.5% Milk				63,752.07	
Add: 1/2 Unobligated Balance in Producer Settlement Fund				9,998.24	
Adjusted Value				\$922,468.32	\$4.115072
Less: Producer Settlement Fund Reserve				10,103.75	.045072
WEIGHTED AVERAGE OR UNIFORM PRICE FOR 3.5% MILK				<u>\$912,364.57</u>	<u>\$4.07</u>

COMPUTATION OF PRODUCER BUTTERFAT DIFFERENTIAL

	<u>Butterfat</u>	<u>Differentials</u>	<u>Weighted Amount</u>
Class I	551,337	\$ 0.070	\$38,593.59
Class II	324,932	0.067	21,770.44
Total	876,269	\$ 0.069	\$60,364.03

The announced uniform price (f.o.b. pool plants at which no location adjustments are applicable) of \$4.07 for 3.5% milk is subject to adjustment by the producer butterfat differential of \$0.069 for each 1/10 percent of butterfat over or under 3.5%. This price is also subject to the applicable marketing service deduction and authorized hauling charges.

MINIMUM PRODUCER PRICES AT BUTTERFAT TEST FOR FEBRUARY 1965

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$3.8975	3.70	\$4.2080	4.15	\$4.5185	4.60	\$4.8290
3.30	3.9320	3.75	4.2425	4.20	4.5530	4.65	4.8635
3.35	3.9665	3.80	4.2770	4.25	4.5875	4.70	4.8980
3.40	4.0010	3.85	4.3115	4.30	4.6220	4.75	4.9325
3.45	4.0355	3.90	4.3460	4.35	4.6565	4.80	4.9670
3.50	4.07	3.95	4.3805	4.40	4.6910	4.85	5.0015
3.55	4.1045	4.00	4.4150	4.45	4.7255	4.90	5.0360
3.60	4.1390	4.05	4.4495	4.50	4.7600	4.95	5.0705
3.65	4.1735	4.10	4.4840	4.55	4.7945	5.00	5.1050

R. J. Connolly
Market Administrator

Date Announced:
March 10, 1965

